

MINUTE ITEM

7. (AMENDMENT OF OIL AND GAS LEASE P.R.C. 425.1, SIGNAL OIL AND GAS COMPANY AND HANCOCK OIL COMPANY, HUNTINGTON BEACH FIELD, ORANGE COUNTY - W. O. 2788.)

After presentation of Calendar Item 11 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION APPROVES THE MODIFICATION OF THE TERMS OF OIL AND GAS LEASE P.R.C. 425.1, AS REQUESTED BY THE SIGNAL OIL AND GAS COMPANY, OPERATOR, BY THE SUBSTITUTION OF THE PROVISIONS OF CHAPTER 104 OF THE STATUTES OF 1957, ALL OTHER TERMS, CONDITIONS, AND PERFORMANCE REQUIREMENTS UNDER THE LEASE TO REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.

Attachment

Calendar Item 11 (1 page)

CALENDAR ITEM

OIL & GAS

11.

(AMENDMENT OF OIL AND GAS LEASE P.R.C. 425.1, SIGNAL OIL AND GAS COMPANY AND HANCOCK OIL COMPANY, HUNTINGTON BEACH FIELD, ORANGE COUNTY - W. O. 2788.)

State Oil and Gas Lease P.R.C. 425.1 was issued to the Southwest Exploration Company on February 10, 1950, pursuant to Division 6 of the Public Resources Code. The lease has been assigned to the Signal Oil and Gas Company and Hancock Oil Company. The Signal Oil and Gas Company is the designated operator of the lease.

An application has been received from the Signal Oil and Gas Company requesting that the terms of the lease be modified as provided for under Section 6873 of the Public Resources Code, as amended by Chapter 104 of the Statutes of 1957, in order that the lessee may take advantage of the more flexible operating and development conditions specified.

It is the opinion of the office of the Attorney General that Oil and Gas Lease P.R.C. 425.1 may be modified in accordance with the provisions of Section 6873 of the Public Resources Code.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE THE MODIFICATION OF THE TERMS OF OIL AND GAS LEASE P.R.C. 425.1, AS REQUESTED BY THE SIGNAL OIL AND GAS COMPANY, OPERATOR, BY THE SUBSTITUTION OF THE PROVISIONS OF CHAPTER 104 OF THE STATUTES OF 1957, ALL OTHER TERMS, CONDITIONS, AND PERFORMANCE REQUIREMENTS UNDER THE LEASE TO REMAIN UNCHANGED AND IN FULL FORCE AND EFFECT.